

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF RIGHT BEAVER GAS)	
COMPANY FOR A RATE ADJUSTMENT)	
PURSUANT TO THE ALTERNATIVE RATE)	CASE NO. 10404
FILING PROCEDURE FOR SMALL UTILITIES)	

O R D E R


On February 23, 1989, Right Beaver Gas Company ("Right Beaver") filed a Petition for Reconsideration of the Commission's Order of February 2, 1989. Right Beaver requested reconsideration of the Commission's requirement that it refund customer payments made to Right Beaver for the construction of a portion of its distribution system known as "the loop." Right Beaver has stated that evidence exists that will show that Right Beaver did not receive payments for the construction, but that the construction payments were made directly to an unrelated company and that, therefore, Right Beaver should not be required to make the ordered refund.

After considering the application and being sufficiently advised, the Commission is of the opinion and finds that Right Beaver's Petition for Reconsideration on the issue of construction refunds should be granted.

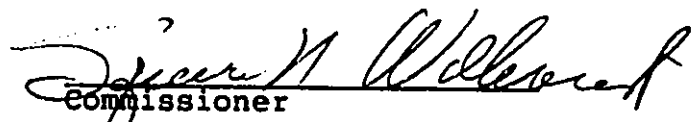
IT IS THEREFORE ORDERED that Right Beaver's Petition for Reconsideration be and it is hereby granted.

Done at Frankfort, Kentucky, this 15th day of March, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director